

FISCAL NOTE

HB 609 - SB 974

March 1, 2005

SUMMARY OF BILL: Establishes the "Tennessee Credit and Debit Card Number Identity Theft Prevention Act of 2005." Requires that any person that accepts a credit or debit card for the transaction of business cannot print more than five digits of the card or the expiration date upon any receipt provided to the cardholder or merchant copy receipt and makes it a violation of the Tennessee Consumer Protection Act of 1977.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – \$28,000

Increase Local Govt. Expenditures – Exceeds \$25,000 *


Assumptions:

- State has an estimated 70 POS machines and it would cost up to \$400 per POS device to truncate credit card numbers on receipts.
- Cost for local governments is estimated to be at least as costly as state government.

*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director